February 3, 2000

Mr. M. L. Marchi Vice President-Nuclear Wisconsin Public Service Corporation P.O. Box 19002 Green Bay, WI 54307-9002

SUBJECT: NOTICE OF CONSIDERATION OF APPROVAL OF TRANSFER OF OPERATING AUTHORITY UNDER FACILITY OPERATING LICENSE AND CONFORMING AMENDMENT, AND OPPORTUNITY FOR A HEARING - KEWAUNEE NUCLEAR POWER PLANT (TAC NO. MA7277)

Dear Mr. Marchi:

Enclosed is a copy of a "Notice of Consideration of Approval of Transfer of Operating Authority Under Facility Operating License and Conforming Amendment, and Opportunity for a Hearing" related to the application dated November 24, 1999, as supplemented December 7, 1999, filed by Wisconsin Public Service Corporation, Wisconsin Power and Light Company, and Madison Gas and Electric Company. The application (pursuant to 10 CFR 50.80) seeks approval of the proposed transfer of operating authority under the Kewaunee Nuclear Power Plant Facility Operating License No. DPR-43 from Wisconsin Public Service Corporation to a new operating company called Nuclear Management Company, LLC. The application also seeks (pursuant to 10 CFR 50.90) the issuance of a conforming amendment to the license to reflect the transfer.

This notice is being forwarded to the Office of the Federal Register for publication.

Sincerely,

/RA/

Carl F. Lyon, Project Manager, Section 1 Project Directorate III Division of Licensing Project Management Office of Nuclear Reactor Regulation

Docket Nos. 50-305

Enclosure: Notice

cc w/encl: See next page

Mr. M. L. Marchi Vice President-Nuclear Wisconsin Public Service Corporation P.O. Box 19002 Green Bay, WI 54307-9002

SUBJECT: NOTICE OF CONSIDERATION OF APPROVAL OF TRANSFER OF OPERATING AUTHORITY UNDER FACILITY OPERATING LICENSE AND CONFORMING AMENDMENT, AND OPPORTUNITY FOR A HEARING - KEWAUNEE NUCLEAR POWER PLANT (TAC NO. MA7277)

Dear Mr. Marchi:

Enclosed is a copy of a "Notice of Consideration of Approval of Transfer of Operating Authority Under Facility Operating License and Conforming Amendment, and Opportunity for a Hearing" related to the application dated November 24, 1999, as supplemented December 7, 1999, filed by Wisconsin Public Service Corporation, Wisconsin Power and Light Company, and Madison Gas and Electric Company. The application (pursuant to 10 CFR 50.80) seeks approval of the proposed transfer of operating authority under the Kewaunee Nuclear Power Plant Facility Operating License No. DPR-43 from Wisconsin Public Service Corporation to a new operating company called Nuclear Management Company, LLC. The application also seeks (pursuant to 10 CFR 50.90) the issuance of a conforming amendment to the license to reflect the transfer.

This notice is being forwarded to the Office of the Federal Register for publication.

Sincerely,

/RA/

Carl F. Lyon, Project Manager, Section 1 Project Directorate III Division of Licensing Project Management Office of Nuclear Reactor Regulation

Docket Nos. 50-305

Enclosure: Notice

cc w/encl: See next page

DISTRIBUTION:

File Center	TJKim	MLeach, RIII
PUBLIC	OGC	
PDIII-1 Reading	ACRS	

TO RECEIVE A COPY OF THIS DOCUMENT, INDICATE "C" IN THE BOX *Previously Concurred

OFFICE	PDIII-1/PM	С	PDIII-1/LA	С	OGC*	PDIII-1/SC	
NAME	FLyon		RBouling		SHom	CCraig	
DATE	1/27/00		1/27/00		1/20/00	1/27/00	

DOCUMENT NAME: C:\bwna7277.wpd

OFFICIAL RECORD COPY

Kewaunee Nuclear Power Plant

cc:

Foley & Lardner ATTN: Bradley D. Jackson One South Pinckney Street P.O. Box 1497 Madison, WI 53701-1497

Chairman Town of Carlton Route 1 Kewaunee, WI 54216

Harold Reckelberg, Chairman Kewaunee County Board Kewaunee County Courthouse Kewaunee, WI 54216

Attorney General 114 East, State Capitol Madison, WI 53702

U.S. Nuclear Regulatory Commission Resident Inspectors Office Route #1, Box 999 Kewaunee, WI 54216

Regional Administrator - Region III U.S. Nuclear Regulatory Commission 801 Warrenville Road Lisle, IL 60532-4531

James D. Loock, Chief Engineer Public Service Commission of Wisconsin 610 N. Whitney Way Madison, WI 53707-7854

UNITED STATES NUCLEAR REGULATORY COMMISSION WISCONSIN PUBLIC SERVICE CORPORATION WISCONSIN POWER AND LIGHT COMPANY MADISON GAS AND ELECTRIC COMPANY KEWAUNEE NUCLEAR POWER PLANT DOCKET NO. 50-305 NOTICE OF CONSIDERATION OF APPROVAL OF TRANSFER OF OPERATING AUTHORITY UNDER FACILITY OPERATING LICENSE AND CONFORMING AMENDMENT, AND OPPORTUNITY FOR A HEARING

The U.S. Nuclear Regulatory Commission (the Commission) is considering the issuance of an order under 10 CFR 50.80 approving the transfer of operating authority under Facility Operating License No. DPR-43 for the Kewaunee Nuclear Power Plant, currently held by Wisconsin Public Service Corporation (WPSC), Wisconsin Power and Light Company (WP&L), and Madison Gas and Electric Company (MGE), as owners and licensed operators of Kewaunee. The transfer would be to a new operating company called Nuclear Management Company, LLC (NMC). The Commission is also considering amending the license for administrative purposes to reflect the proposed transfer.

By application dated November 24, 1999, as supplemented December 7, 1999, seeking approval of the transfer, the Commission was informed that WPSC, on behalf of itself and WP&L and MGE, has entered into a Nuclear Power Plant Operating Services Agreement with NMC. Under this Agreement, NMC would assume exclusive responsibility for the operation and maintenance of Kewaunee. Ownership of Kewaunee by the current co-owners, WPSC, WP&L, and MGE, will not be affected by the proposed transfer of operating authority, according to the application. Likewise, the current owners' entitlement to capacity and energy from Kewaunee will not be affected by the transfer of operating authority. No physical changes to the facility or operational changes are being proposed in the application.

The proposed amendment would reflect the transfer of authority under the license to operate Kewaunee from the current licensees to NMC.

Pursuant to 10 CFR 50.80, no license, or any right thereunder, shall be transferred, directly or indirectly, through transfer of control of the license, unless the Commission shall give its consent in writing. The Commission will approve an application for the transfer of a license, if the Commission determines that the proposed transferee is qualified to hold the license, and that the transfer is otherwise consistent with applicable provisions of law, regulations, and orders issued by the Commission pursuant thereto.

Before issuance of the proposed conforming license amendment, the Commission will have made findings required by the Atomic Energy Act of 1954, as amended (the Act), and the Commission's regulations.

As provided in 10 CFR 2.1315, unless otherwise determined by the Commission with regard to a specific application, the Commission has determined that any amendment to the license of a utilization facility which does no more than conform the license to reflect the *transfer action involves no significant hazards consideration. No contrary determination has been made with respect to this specific license amendment application. In light of the generic determination reflected in 10 CFR 2.1315, no public comments with respect to significant hazards considerations are being solicited, notwithstanding the general comment procedures contained in 10 CFR 50.91.

The filing of requests for hearing and petitions for leave to intervene, and written comments with regard to the license transfer application, are discussed below.

By February 24, 2000, any person whose interest may be affected by the Commission's action on the application may request a hearing, and, if not the applicants, may petition for leave to intervene in a hearing proceeding on the Commission's action. Requests for a hearing and petitions for leave to intervene should be filed in accordance with the Commission's rules of practice set forth in Subpart M, "Public Notification, Availability of Documents and Records, Hearing Requests and Procedures for Hearings on License Transfer Applications," of 10 CFR Part 2. In particular, such requests and petitions must comply with the requirements set forth in 10 CFR 2.1306, and should address the considerations contained in 10 CFR 2.1308(a). Untimely requests and petitions may be denied, as provided in 10 CFR 2.1308(b), unless good cause for failure to file on time is established. In addition, an untimely request or petition should address the factors that the Commission will also consider, in reviewing untimely requests or petitions, set forth in 10 CFR 2.1308(b)(1)-(2).

Requests for a hearing and petitions for leave to intervene should be served upon David J. Molzahn, licensing representative for WPSC, at Wisconsin Public Service Corporation, 700 North Adams Street, P.O. Box 19001, Green Bay, WI 54307-9001 (tel: 920-433-1308; fax: 920-433-5544; e-mail: dmolzah@wspr.com); and the General Counsel, U.S. Nuclear Regulatory Commission, Washington, DC 20555 (e-mail address for filings regarding license transfer cases only: OGCLT@NRC.gov); and the Secretary of the Commission, U.S. Nuclear Regulatory Commission, Washington, DC 20555-0001, Attention: Rulemakings and Adjudications Staff, in accordance with 10 CFR 2.1313.

The Commission will issue a notice or order granting or denying a hearing request or intervention petition, designating the issues for any hearing that will be held and designating the

-3-

Presiding Officer. A notice granting a hearing will be published in the FEDERAL REGISTER and served on the parties to the hearing.

As an alternative to requests for hearing and petitions to intervene, by March 6, 2000, persons may submit written comments regarding the license transfer application, as provided for in 10 CFR 2.1305. The Commission will consider and, if appropriate, respond to these comments, but such comments will not otherwise constitute part of the decisional record. Comments should be submitted to the Secretary, U.S. Nuclear Regulatory Commission, Washington, DC 20555-0001, Attention: Rulemakings and Adjudications Staff, and should cite the publication date and page number of this FEDERAL REGISTER notice.

For further details with respect to this action, see the application dated November 24, 1999, as supplemented December 7, 1999, available for public inspection at the Commission's Public Document Room, the Gelman Building, 2120 L Street, NW., Washington, DC, and accessible electronically through the ADAMS Public Electronic Reading Room link at the NRC Web site (http://www.nrc.gov).

Dated at Rockville, Maryland this 31st day of January 2000.

FOR THE NUCLEAR REGULATORY COMMISSION

/RA/

Claudia M. Craig, Chief, Section 1 Project Directorate III Division of Licensing Project Management Office of Nuclear Reactor Regulation